

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 24, 1995

SUBJECT: **SB 725 - HB 751**

This bill, if enacted, will value the property of cellular telephone, radio common carrier and long distance telephone companies in the same manner as locally assessed property. This provision will remove these properties from the unit rule of appraisal and make their personal property assessments come under the depreciation schedules for locally assessed tangible personal property. In addition, this bill applies the unit rule of appraisal only to those companies assessed at 55% of value, thereby also removing railroads, airlines and motor carrier companies from that methodology.

The fiscal impact from enactment of this bill is estimated to be a decrease in local government revenues to the extent the value of property of various companies is decreased for property tax purposes. A reasonable estimate of the decrease in local government revenues cannot be determined but is estimated to exceed \$20,000,000 annually.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director